



State Profile

Minnesota

Third Quarter 2011

ECONOMIC INDICATORS

Employment Growth Rates (change from year ago, unless noted)

	Q3-11	Q2-11	Q3-10	2010	2009
Total Nonfarm (share of trailing four quarter employment in parentheses)	1.2%	0.7%	0.2%	-0.7%	-3.9%
Manufacturing (11%)	1.8%	1.5%	0.1%	-2.6%	-10.6%
Other (non-manufacturing) Goods-Producing (3%)	-1.1%	-6.3%	-3.1%	-6.2%	-15.6%
Private Service-Producing (70%)	2.1%	1.3%	0.5%	-0.2%	-2.8%
Government (16%)	-2.6%	-0.9%	-0.4%	-0.1%	-0.4%
Unemployment Rate (% of labor force)	7.1%	6.6%	7.1%	7.3%	8.1%

Other Indicators (change from year ago, unless noted)

	Q3-11	Q2-11	Q3-10	2010	2009
Single-Family Home Permits	7.5%	-12.4%	-17.3%	-1.5%	-18.4%
Multifamily Building Permits	-6.4%	-44.6%	7.8%	20.3%	1.5%
Home Price Index	-5.9%	-5.7%	-1.0%	-4.7%	-4.5%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	3.20	3.80	4.10	4.04	3.90

BANKING TRENDS

General Information

	Q3-11	Q2-11	Q3-10	2010	2009
Institutions (#)	395	399	405	404	414
Total Assets (in millions)	66,433	65,069	61,173	61,252	62,237
New Institutions (# < 3 years)	0	0	1	1	5
Subchapter S Institutions	274	276	283	283	291

Asset Quality

	Q3-11	Q2-11	Q3-10	2010	2009
Past-Due and Nonaccrual Loans / Total Loans (median %)	2.92	3.10	3.43	3.12	3.44
Noncurrent Loans / Total Loans (median %)	1.93	1.94	2.15	1.86	1.94
ALLL/Total Loans (median %)	1.67	1.63	1.62	1.63	1.50
ALLL/Noncurrent Loans (median multiple)	0.86	0.85	0.72	0.82	0.71
Net Loan Losses / Total Loans (median %)	0.11	0.15	0.32	0.56	0.63

Capital / Earnings

	Q3-11	Q2-11	Q3-10	2010	2009
Tier 1 Leverage (median %)	9.37	9.30	9.23	9.11	9.12
Return on Assets (median %)	0.93	0.78	0.75	0.64	0.54
Pretax Return on Assets (median %)	1.10	0.91	0.87	0.72	0.64
Net Interest Margin (median %)	4.09	4.08	4.10	4.04	4.00
Yield on Earning Assets (median %)	5.03	5.08	5.44	5.41	5.79
Cost of Funding Earning Assets (median %)	0.90	0.98	1.33	1.33	1.79
Provisions to Avg. Assets (median %)	0.14	0.16	0.29	0.42	0.53
Noninterest Income to Avg. Assets (median %)	0.44	0.43	0.44	0.44	0.51
Overhead to Avg. Assets (median %)	2.93	3.03	3.01	3.07	3.09

Liquidity/Sensitivity

	Q3-11	Q2-11	Q3-10	2010	2009
Net Loans to Assets (median %)	62.34	63.78	66.96	64.84	68.08
Noncore Funding to Assets (median %)	14.58	15.02	16.97	16.23	18.18
Long-term Assets to Assets (median %, call filers)	15.97	15.72	14.00	14.09	12.26
Brokered Deposits (number of institutions)	163	171	177	176	182
Brokered Deposits to Assets (median % for those above)	3.35	3.77	4.77	4.27	5.93

Loan Concentrations (median % of Total Risk-Based Capital)

	Q3-11	Q2-11	Q3-10	2010	2009
Commercial and Industrial	82.45	86.27	91.48	87.43	95.64
Commercial Real Estate	161.22	164.09	177.25	172.31	181.94
Construction & Development	16.87	17.40	21.14	19.49	27.01
Multifamily Residential Real Estate	5.19	4.74	3.89	3.98	4.37
Nonresidential Real Estate	127.58	131.81	135.25	128.49	138.05
Residential Real Estate	132.09	136.14	143.86	143.91	145.63
Consumer	25.49	26.56	28.92	28.10	31.03
Agriculture	76.90	75.03	79.79	78.29	83.22

BANKING PROFILE

Largest Deposit Markets (from 2011 Summary of Deposits)	Institutions in Market	Deposits (\$ millions)	Asset Distribution	Institutions
Minneapolis-St. Paul-Bloomington, MN-WI	162	110,213	< \$100 million	223 (56.5%)
Fargo, ND-MN	29	5,083	\$100 million to \$250 million	111 (28.1%)
Rochester, MN	26	4,144	\$250 million to \$1 billion	53 (13.4%)
Duluth, MN-WI	31	3,902	\$1 billion to \$10 billion	8 (2%)
St. Cloud, MN	35	3,673	> \$10 billion	0 (0%)